

## COUNTY OF MONO

Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2008

Program	Findings/Noncompliance
<b>Finding 08-SA-1</b> (continued)	<u>Corrective Action Plan</u>
Community Development Block Grant CFDA 14.228	Mono County understands the issue detailed in your finding and does not dispute that interest was earned on funds that were advanced for grant 05-STBG-1384. We have reviewed our existing process for payment of the advance funds to our subrecipient and determined areas where the process can be improved to ensure payments are made promptly. We do not anticipate any future issues in this regard.
	<u>Contact Person:</u> Kelly Garcia, Assistant Director of Mono County Department of Public Works; (760) 932-5440
<b>Finding 08-SA-2</b>	<i>Federal Grantor:</i> U.S. Department of Housing and Urban Development <i>Pass-Through Entity:</i> California Department of Social Services <i>Compliance Requirement:</i> Reporting; Allowable Costs <i>Reporting Requirement:</i> Material Weakness; Material Non-Compliance in Relation to a Compliance Supplement Audit Objective
Foster Care CFDA 93.658	
Award No. N/A Year: 07/08	
	<u>Criteria</u>
	All County Information Notice No. 1-91-08 has some questions and answers on the California Wraparound Program (Senate Bill 163). Question number 3 in that notices states: "What is the source of funding for Wraparound?" Part of the answer to this question is: "Federal AFDC-FC (Title IV-E) cannot be used to pay for Wraparound services. Therefore, federal AFDC-FC cannot be claimed when a federally-eligible child in Wraparound is placed at home. However, when a federally-eligible child is in an eligible placement, the county can claim the federal share of the actual placement costs."
	<u>Condition</u>
	During our audit of the Foster Care program we noted that there was one federally-eligible child that was part of the Wraparound program. We noted that the county claimed not only payments made to eligible placements but also claimed the group home rate when the child was living at home.

**COUNTY OF MONO****Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2008**

<u>Program</u>	<u>Findings/Noncompliance</u>
<b>Finding 08-SA-2 (continued)</b>	<b><u>Questioned Costs</u></b>
Foster Care CFDA 93.658	We determined that the amount incorrectly claimed on the federal CA-800 under the SB 163 column to be \$39,321. However, it appears that this amount should have been claimed on the non-federal CA-800 for Foster Care.
Award No. N/A Year: 07/08	<b><u>Perspective</u></b>
	It appears the county had an incorrect understanding of how to claim federally-eligible children under the Wraparound program.
	<b><u>Effect of Condition</u></b>
	When expenditures are claimed in the wrong areas on reports sent to the state it results in the state reimbursing the county with funds from incorrect sources. In this case funds should not have been from a federal source for the expenditures described above but should have been from state and county sources only.
	<b><u>Recommendation</u></b>
	We recommend that the Department amend the claims it has submitted with this incorrect understanding to correct the CA-800s. We also recommend that the county correctly claim these expenditures in the future.
	<b><u>Corrective Action Plan</u></b>
	Mono county agrees with the finding and will adjust the CA 800 's to reflect corrected costs. We have taken actions to correctly claim these costs on future CA 800 claims.